



Fiscal Note
S.B. 123 1st Sub. (Green)
 2020 General Session
 Small Business Job Creation Tax Credit
 Act
 by Bramble, C. (Schultz, Mike.)



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(24,000,000)	\$24,000,000	\$0

State Government

UCA 36-12-13(2)(c)

Revenues	FY 2020	FY 2021	FY 2022
Education Fund	\$0	\$(24,000,000)	\$(24,000,000)
Education Fund, One-time	\$0	\$24,000,000	\$24,000,000
Dedicated Credits Revenue	\$0	\$150,000	\$150,000
Total Revenues	\$0	\$150,000	\$150,000

Enactment of this legislation could reduce revenue to the Education Fund by \$24 million in aggregate, beginning in FY 2025 and spread over at least the following two fiscal years. Enactment of this legislation could also increase annual fee revenue for the Governor's Office of Economic Development by approximately \$150,000 ongoing.

Expenditures	FY 2020	FY 2021	FY 2022
Dedicated Credits Revenue	\$0	\$150,000	\$150,000
Total Expenditures	\$0	\$150,000	\$150,000

Enactment of this legislation could cost the Governor's Office of Economic Development \$150,000 ongoing from dedicated credits, beginning in FY 2021, for costs related to the establishment and administration of the new tax credit. The Governor's Office of Economic Development may collect and expend the fee revenue from the fee authorized in the legislation to offset its costs.

	FY 2020	FY 2021	FY 2022
Net All Funds	\$0	\$0	\$0

Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Individuals & Businesses

UCA 36-12-13(2)(c)

To the extent that tax credit certificates are issued, eligible businesses may have an aggregate credit to tax liability of up to \$24 million, beginning in FY 2025 and spread over at least the following two fiscal years. Additionally, participating businesses would be affected by the fee assessed in the legislation; the aggregate impact would be approximately \$150,000 annually.

Regulatory Impact

UCA 36-12-13(2)(d)

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.